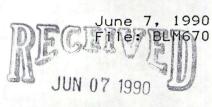
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JUMBO MINING CO.

6305 Fern Spring Cove Austin, Texas 78730 (512) 346-4537 Telex # 76-7177

Telex # 76-7177



DIVISION OF OIL, GAS & MINING

CERTIFIED MAIL

Ref: 3800 (U-052) UT-056-07P

District Manager

US Department of Interior Bureau of Land Management

Richfield District Office

150 East 900 North

Attn: Jerry Goodman

Richfield, Utah 84701

Dear Mr. Goodman:

Please find enclosed our Notice of Appeal on the recently issued amendment to our Plan of Operations for the Mizpah Pit portion of the Drum Mine, specifically concerning the requirement therein to recontour any highwalls in the proposed mining pit to a 3:1 slope prior to final reclamation.

The appealed requirement has not been enforced in any of the other pits in the area and is a particular hardship in this case, where the mineralization is known to extend outward from the initial design limits of the proposed pit. In addition, many of the natural slopes in the Drum Mountains exceed this 3:1 requirement, so that we would not be introducing a foreign element to the environment by leaving the pit slopes at 1:1 or less.

Your assistance and cooperation is sincerely appreciated on this matter. Please contact Dave Hartshorn at the mine if we can be of further assistance.

Sincerely,

E. B. King

cc: Wayne Hedberg, OGM

JUMBO MINING CO.

June 6, 1990

6305 Fern Spring Cove Austin, Texas 78730 (512) 346-4537 Telex # 76-7177

NOTICE OF APPEAL
ON
DECISION RECORD AND FONSI
FOR THE MIZPAH PIT
DRUM MINE EXTENSION
JUMBO MINING COMPANY

OPERATOR:

Jumbo Mining Company

6305 Fern Spring Cove Austin. Texas 78730 512 346 4537

801 864 2529

CLAIMANT:

Mizpah Mining Company

P. O. Box 336 Delta, Utah

84624

CLAIM INFORMATION:

Type - Lode

Sadie No. 1 UMC 154057 Sadie No. 2 UMC 154058 Mizpah No. 1 UMC 154051 Mizpah No. 6 UMC 154056

LOCATION OF PROPOSED ACTIVITY:

Sec 6 T 155 R10W SLM.

SUBJECT OF APPEAL:

Any highwalls will be recontoured to a slope of 3:1 or less prior to reclamation.

STATEMENT OF REASONS AND ARGUMENTS FOR APPEAL:

- 1) Jümbo wishes to preserve evidence of mineralization in highwalls which is allowed in federal rule 43 CFR 3809.0-5(j): "Reclamation may not be required where the retention of a stable highwall or other mine workings is needed to preserve evidence of mineralization." See attached pit design and cross-sections showing highwalls (25-45 degrees) with mineralizations.
- 2) Rule R613-004-111.7 of Utah's Division of Oil, Gas and Mining, "Highwalls- In surface mining and in open cuts for pads or roadways, highwalls shall be reclaimed and stabilized by backfilling against them or by cutting the wall back to achieve a slope angle of 45 degrees or less", allows highwalls to remain if 45 degrees or less. Walls of the Mizpah pit are designed to have a final slope(s) from 15 to 45 degrees.
- 3) Backfilling pit walls to 3:1 slope would mean double-handling of

material which is impractical.

CONFIDENTIAL MATERIAL ENCLOSED:

Please keep accompanying map confidential and return to Jumbo after a decision is made.

JUMBO MINING CO.

Date June 7, 1990

President/